



## **Request for City Council Committee Action From the Department of Public Works**

**Date:** June 19, 2012

**To:** Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

**Referral:** Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

**Subject:** **2012 Resurfacing Program – 38<sup>th</sup> St E Street Resurfacing Project No 5238: Public Hearing**

**Recommendation:**

A. Passage of a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$172,397.72 for the 38<sup>th</sup> St E Project No 5238 Street Resurfacing project.

B. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$172,400 with the bonds to be paid for from special assessments.

**Previous Directives:**

- Resolution 2011R-571, establishing 2012 Uniform Assessment Rates for Resurfacing Improvements.
- Resolution 2012R-306 passed May 25, 2012 designating the location and streets to be improved.

**Prepared by:** Suzette R. Hjermstad, R.E. Investigator II, 673-2401  
Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

**Approved by:**

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Steven A. Kotke, P.E., City Engineer, Director of Public Works

**Presenters:** Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

**Reviews:**

Permanent Review Committee (PRC):	Not Applicable
Civil Rights Affirmative Action Plan:	Not Applicable
Policy Review Group (PRG):	Not Applicable

**Financial Impact**

Special Assessments against benefited properties.

**Community Impact**

Neighborhood Notification: Pre-public hearing meeting notice mailed May 15  
Neighborhood Meetings: Pre-public hearing neighborhood meeting held May 23  
City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city  
Comprehensive Plan: Not Applicable  
Zoning Code: Not Applicable

**Background/Supporting Information:**

On May 25, 2012, the City Council designated the location, streets and improvements proposed to be made in the 38<sup>th</sup> St E neighborhood. The cost estimate for this project is \$497,840 and is financed by net debt bonds and special assessments.

The location of the street resurfacing project is 38<sup>th</sup> St E from Chicago Av to 23<sup>rd</sup> Av S. Thirty-eighth St E at this location is MSA Route No 253. This part of 38<sup>th</sup> St E was last paved in 1963 with an overlay in 1988.

The street resurfacing will be a mill and overlay of the street surface with plant mix asphalt and other paving related improvements as needed. This paving project is scheduled for late summer of 2012 and will be constructed by the City's workforce.

The street resurfacing special assessments were determined by applying the 2012 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The 2012 resurfacing assessment rates as follows:

\$0.56 /sq ft – Non-Residential  
\$0.20 /sq ft – Residential

The proposed total assessment amount for the 38<sup>th</sup> St E project is \$172,397.72. Individual assessments of more than \$150 would be collected over 5 years beginning on the 2013 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Assessments of \$150 or less would be collected in their entirety on the 2013 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest if they so choose.

City Council has passed resolutions whereby a deferment of a special assessment may be obtained by showing hardship for any homestead property owned by a person 65 years of age or older or retired by virtue of a permanent and total disability.

Attachment 1 – Map Area

Cc: Jack Qvale, Secretary, Board of Estimate and Taxation

**T&PW** – Your Committee recommends passage and summary publication of the accompanying

Resolutions:

1. Ordering the work to proceed and adopting the special assessments for the 38<sup>th</sup> St E Street Resurfacing Project, Special Improvement of Existing Street No. 5238.
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the 38<sup>th</sup> St E Street Resurfacing Project.

Colvin Roy

**2012 STREET RESURFACING PROGRAM**

**THIRTY-EIGHTH ST E STREET RESURFACING PROJECT  
SPECIAL IMPROVEMENT OF EXISTING STREET NO 5238**

**Ordering the work to proceed and adopting the special assessments for the 38<sup>th</sup> St E Street Resurfacing Project.**

Whereas, a public hearing was held on June 19, 2012 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2012R-306, passed May 25, 2012 to consider the proposed special assessments as on file in the office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now, Therefore, Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2012R-306, passed May 25, 2012.

Be It Further Resolved that the proposed special assessments in the total amount of \$172,397.72 for the 38<sup>th</sup> St E Street Resurfacing Project as on file in the office of the City Clerk, be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2013 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2013 real estate tax statements.

**Colvin Roy and Hodges**

**Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$172,400 for certain purposes other than the purchase of public utilities.**

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the 38<sup>th</sup> St E Street Resurfacing Project, Special Improvement of Existing Street No. 5238, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.